

1 SEC. 1854. Section five hundred thirty-six point thirteen (536.13),
 2 Code 1966, subsection one (1), paragraph *b*, is amended by striking from
 3 the last line the word "commercial".

1 SEC. 1855. Section five hundred thirty-six point twenty (536.20), Code
 2 1966, is amended by striking from line five (5) the words "savings banks,".

1 SEC. 1856. Section five hundred sixty-five A point one (565A.1), Code
 2 1966, subsection fourteen (14), is amended by striking from line two (2) the
 3 word "trust" and inserting in lieu thereof the word "fiduciary".

1 SEC. 1857. Section five hundred sixty-five A point two (565A.2), Code
 2 1966, subsection one (1), paragraph *c*, is amended by striking from line
 3 five (5) the word "trust" and inserting in lieu thereof the word "fiduciary".

1 SEC. 1858. Section six hundred eighty point eight (680.8), Code 1966,
 2 is amended as follows:

3 1. By striking from line three (3) the words "savings banks, loan and"
 4 and inserting in lieu thereof the words "as defined in section one hundred
 5 five (105) of this Act,".

6 2. By striking from line five (5) the words "state banks, savings banks,
 7 loan" and inserting in lieu thereof the words "such state banks".

1 SEC. 1859. Section six hundred eighty-two point twenty-three (682.23),
 2 Code 1966, subsection fourteen (14), is amended by striking from line four
 3 (4) the words "banking institution" and inserting in lieu thereof the word
 4 "bank".

1 SEC. 1860. Section seven hundred eight point nine (708.9), Code 1966,
 2 is amended as follows:

3 1. By striking from lines three (3) and four (4) the words "or banking
 4 association".

5 2. By striking from lines five (5) and six (6) the words "or any banking
 6 association".

7 3. By striking from lines ten (10) and eleven (11) the words "or banking
 8 association".

Approved April 7, 1969.

CHAPTER 274

CREDIT UNIONS

S. F. 529

AN ACT relating to credit unions.

Be It Enacted by the General Assembly of the State of Iowa:

1 SECTION 1. Section five hundred thirty-three point four (533.4), sub-
 2 section four (4), Code 1966, is hereby amended by striking the remainder
 3 of such subsection after the word "banks" in line one (1) and inserting in
 4 lieu thereof a period.

1 SEC. 2. Section five hundred thirty-three point four (533.4), Code 1966,
 2 is hereby amended by striking all of subsection five (5) and inserting in lieu
 3 thereof the following:

4 "Make investments in:

5 *a.* Time deposits in national banks and in state banks, the deposits of
6 which are insured by the federal deposit insurance corporation.

7 *b.* Obligations, participations, or other instruments of or issued by, or
8 fully guaranteed as to principal and interest by the United States govern-
9 ment or any agency thereof; or any trust or trusts established for investing
10 directly or collectively in the same.

11 *c.* General obligations of the state of Iowa and any subdivision thereof.

12 *d.* Paid up shares of savings and loan associations, the shares of which
13 are insured by the federal savings and loan insurance corporation.

14 *e.* Purchase of notes of liquidating credit unions with the approval of
15 the superintendent of banking.

16 *f.* Shares and deposits in other credit unions.

17 *g.* Capital shares, obligations, or preferred stock issues of any agency
18 or association organized either as a stock company, mutual association,
19 or membership corporation, provided the membership or stockholdings, as
20 the case may be, of such agency or association are confined or restricted to
21 credit unions or organizations of credit unions, and provided the purposes
22 for which such agency or association is organized are designed to provide
23 services to credit unions. However, the aggregate amount invested pursuant
24 to this subsection shall not exceed ten percent of the unimpaired legal re-
25 serve account of the credit union.

26 *h.* Any trust, or in any agency or association organized either as a stock
27 company, mutual association, or membership corporation in an amount not
28 to exceed twenty-five percent of the allocation to the legal reserve account
29 of the credit union during any fiscal year, such amount to be transferred
30 from the legal reserve account. However, the aggregate amount shall not
31 exceed twenty-five percent of the unimpaired legal reserve account of the
32 credit union, and such trust, company, agency, association, or member-
33 ship corporation shall be controlled by credit unions, by one or more associa-
34 tions of credit unions, or by any organization controlled by credit unions,
35 and the purposes of any such trust, company, agency, association, or mem-
36 bership corporation shall be designed to assist in establishing and main-
37 taining liquidity, solvency, or security in credit union operations.

Approved May 16, 1969.